

WATER MANAGEMENT DEVELOPMENT TEAM CHARGE

September 22, 1999

Evaluate all actions that could be taken in Stage 1 to increase water supplies for environmental or ag/urban use or for water quality improvement.

Based on these actions, develop a framework for the Environmental Water Account and for a Stage 1 Water Management Strategy as part of the broader Water Management Program. This framework should include the following:

Identification of the actions that will be taken in Stage 1 to increase water supplies for environmental or ag/urban use or for water quality improvement

The cost of each action and the sources of funds to offset these costs

Identification of all steps (permits, agreements, securing of funds, etc.) necessary to implement each action

A schedule showing when each of the steps necessary to implement each action would be carried out during Stage 1

Operational constraints that would apply to the use of each action

For each action, an agreement in principle between the entity contracting on behalf of the EWA and the asset's owner setting forth

the general conditions of use

payment for the asset

other relevant matters

and stating the intent of both parties to complete a more specific agreement as necessary to implement the action

Rules that specify how the actions will be allocated among the EWA, water supply, and water quality

Overall operating rules for the Environmental Water Account and the Water Management Strategy

Assurances that all parties will receive the Stage 1 benefits intended by this framework.